

Corporate Policy	Issue Date: April 27, 2009	Board Revision Date: 1/28/2013 - 5
	Board Resolution: 4/27/09 - 42	Approved by: Board of Commissioners
Subject: Toll Equity (Currency Exchange Rates)		

PURPOSE

To provide a policy governing the equitable adjustment of Canadian toll rates relative to the U.S. toll rates based upon the exchange rate between the U.S. and Canadian dollar, while providing for the efficient collection of tolls.

POLICY

1.0 Intent

The NFBC recognizes that toll rates should be equitable based upon market exchange rates. The NFBC also recognizes that predictable changes in toll rates allows customers to adjust accordingly and that tolls charged to the nearest quarter allow for efficiency in toll collection and traffic movement. It is also noted that frequent adjustments to toll rates can cause confusion and should be kept to a minimum.

2.0 Process

The NFBC will review the Canadian toll rates on a quarterly basis, using the U.S. toll rate as the benchmark. All Canadian toll rate classifications will be recommended for adjustment when the average quarterly exchange rate applied to the U.S. cash auto fare results in a change in rate of a minimum of twenty- five cents (\$0.25).

3.0 Procedure

Canadian toll rates will be reviewed quarterly based upon the average exchange rate in effect for a previous three month period as indicated below:

<u>Exchange Rate Review Period</u>	<u>Board Notification</u>	<u>Rate Change(s) Posted on Website</u>	<u>Rate Change Effective Date</u>
January 1 – March 31	On or before April 10	April 15	May 1
April 1 – June 30	On or before July 10	July 15	August 1
July 1 – September 30	On or before October 10	October 15	November 1
October 1–December 31	On or before January 10	January 15	February 1

The Canadian toll rate will be calculated based upon conversion of the U.S. toll rate using the average daily closing exchange rate maintained by the Bank of

Canada for the review period. If rates are adjusted they will be rounded to the nearest twenty-five cents. Canadian toll rates that have a discount applied (NEXUS, ExpressPass) will maintain the same percentage discount as is applied to the US rates.

Examples:

Toll rate in US \$	\$ 3.25
Average exchange rate for the three months ended March 31, 2012	
\$1 US = CAN \$ of	1.04
Canadian \$ equivalent	\$3.38
Toll rate in Canadian \$ effective May 1	\$ 3.25

Toll rate in US \$	\$ 3.25
Average exchange rate for the three months ended March 31, 2012	
\$1 US = CAN \$ of	1.08
Canadian \$ equivalent	\$ 3.51
Toll rate in Canadian \$ effective May 1	\$ 3.50

Toll rate in US \$	\$ 3.25
Average exchange rate for the three months ended March 31, 2012	
\$1 US = CAN \$ of	0.96
Canadian \$ equivalent	\$ 3.12
Toll rate in Canadian \$ effective May 1	\$ 3.3.25

Toll rate in US \$	\$ 3.25
Average exchange rate for the three months ended March 31, 2012	
\$1 US = CAN \$ of	\$.92
Canadian \$ equivalent	\$2.99
Toll rate in Canadian \$ effective May 1	\$ 3.00

Toll rate in US \$ (5 axle Commercial Vehicle)	\$ 18.50
Average exchange rate for the three months ended March 31, 2012	
\$1 US = CAN \$ of	1.08
Canadian \$ equivalent	\$19.98
Toll rate in Canadian \$ effective May 1	\$ 20.00

Toll rate in US \$ (5 axle Commercial Vehicle)	\$ 18.50
Average exchange rate for the three months ended March 31, 2012	
\$1 US = CAN \$ of	.92
Canadian \$ equivalent	\$17.02
Toll rate in Canadian \$ effective May 1	\$ 17.00

4.0 Public Notification

A copy of this policy will be posted on the NFBC website and revised rates will be posted on the website on or before the dates listed above.

5.0 Responsibility

Overall responsibility for oversight and adherence to this policy rests with the General Manager or his/her designate. The Board will be advised of any change made to the Canadian toll rate in accordance with this policy.